

WORKFORCE SAFETY & INSURANCE
INVESTMENT PERFORMANCE REPORT AS OF FEBRUARY 29, 2004

	February-04				January-04				December-03				September-03				Current	Prior Year	3 Years	5 Years
	Allocation			Month	Allocation			Month	Allocation			Quarter	Allocation			Quarter	Net	Net	6/30/2003 Net	6/30/2003 Net
	Market Value	Actual	Policy	Net ROR	Market Value	Actual	Policy	Net ROR	Market Value	Actual	Policy	Net ROR	Market Value	Actual	Policy	Net ROR				
LARGE CAP DOMESTIC EQUITY																				
Structured Growth																				
Los Angeles Capital	20,675,818	1.9%	1.8%	-0.13%	20,744,964	2.0%	1.8%	1.68%	20,392,103	1.9%	1.8%	9.12%	18,769,212	1.9%	1.8%	N/A	N/A	N/A	N/A	
AllianceBernstein	5,254	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	N/A	-1.88%	-21.24%	
Total Structured Growth	20,681,073	1.9%	1.8%	-0.13%	20,744,964	2.0%	1.8%	1.68%	20,392,103	1.9%	1.8%	9.12%	18,769,212	1.9%	1.8%	4.99%	16.33%	-1.88%	-21.24%	
Russell 1000 Growth				0.64%				2.04%				10.41%				3.92%	17.83%	2.94%	-21.54%	
Structured Value																				
LSV	20,022,677	1.9%	1.8%	3.25%	21,133,603	2.0%	1.8%	2.63%	20,597,607	2.0%	1.8%	15.66%	17,915,385	1.8%	1.8%	3.75%	27.16%	-2.25%	8.84%	
Russell 1000 Value				2.14%				1.76%				14.19%				2.06%	21.14%	-1.02%	-0.19%	
S&P 500 Index																				
State Street	95,151,300	8.8%	8.4%	1.38%	94,008,873	8.9%	8.4%	1.84%	92,295,922	8.8%	8.4%	12.16%	82,667,030	8.3%	8.4%	2.64%	18.84%	0.23%	-11.28%	
S&P 500				1.39%				1.84%				12.18%				2.64%	18.89%	0.25%	-11.20%	
TOTAL LARGE CAP DOMESTIC EQUITY	135,855,050	12.6%	12.0%	1.44%	135,887,440	12.8%	12.0%	1.93%	133,285,633	12.7%	12.0%	12.20%	119,351,627	12.0%	12.0%	3.15%	19.67%	-0.48%	-9.33%	
S&P 500				1.39%				1.84%				12.18%				2.64%	18.89%	0.25%	-11.20%	
SMALL CAP DOMESTIC EQUITY																				
Manager-of-Managers																				
SEI	68,004,362	6.3%	6.0%	0.50%	69,780,545	6.6%	6.0%	4.64%	66,671,971	6.4%	6.0%	14.82%	61,777,661	6.2%	6.0%	9.48%	32.21%	0.09%	N/A	
Russell 2000 + 200bp			0.2%	1.06%				4.51%				15.07%				9.60%	33.21%	0.36%	N/A	
TOTAL SMALL CAP DOMESTIC EQUITY	68,004,362	6.3%	6.0%	0.50%	69,780,545	6.6%	6.0%	4.64%	66,671,971	6.4%	6.0%	14.82%	61,777,661	6.2%	6.0%	9.48%	32.21%	0.09%	-3.49%	
Russell 2000				0.90%				4.34%				14.52%				9.07%	31.51%	-1.63%	-3.30%	
CONVERTIBLES																				
TCW	131,949,919	12.2%	12.0%	0.70%	131,296,854	12.4%	12.0%	2.23%	128,286,011	12.3%	12.0%	9.98%	117,030,576	11.7%	12.0%	1.85%	15.31%	10.23%	-9.51%	
First Boston Convertible Index				0.11%				2.01%				8.54%				2.67%	13.80%	15.46%	-3.77%	
INTERNATIONAL EQUITY																				
Large Cap - Active																				
Capital Guardian	74,265,439	6.9%	6.4%	2.19%	72,685,860	6.9%	6.4%	1.50%	71,723,739	6.9%	6.4%	13.03%	65,573,539	6.6%	6.4%	8.14%	26.79%	-10.31%	-15.85%	
MSCI EAFE - 50% Hedged				2.35%				1.37%				13.15%				6.58%	25.12%	-11.24%	-15.51%	
Small Cap - Value																				
Lazard	9,775,165	0.9%	0.8%	3.50%	9,444,328	0.9%	0.8%	2.80%	9,185,768	0.9%	0.8%	14.50%	8,900,251	0.9%	0.8%	9.92%	33.91%	N/A	N/A	
Citigroup Broad Market Index < \$2BN				2.90%				4.20%				13.31%				15.95%	40.87%	N/A	N/A	
Small Cap - Growth																				
Vanguard	9,155,569	0.8%	0.8%	3.52%	10,282,725	1.0%	0.8%	4.21%	9,856,522	0.9%	0.8%	14.06%	8,634,968	0.9%	0.8%	14.95%	41.45%	N/A	N/A	
SSB BROAD MARKET INDEX < \$2BN				2.90%				4.20%				13.31%				15.95%	40.87%	N/A	N/A	
TOTAL INTERNATIONAL EQUITY	93,196,174	8.6%	8.0%	2.47%	92,412,913	8.7%	8.0%	1.93%	90,766,028	8.7%	8.0%	13.28%	83,108,758	8.3%	8.0%	8.97%	28.93%	-9.20%	-15.51%	
MSCI EAFE - 50% Hedged				2.35%				1.37%				13.15%				6.58%	25.12%	-11.24%	-15.51%	
DOMESTIC FIXED INCOME																				
Core Bond																				
Western Asset	307,128,110	28.4%	29.5%	1.18%	304,165,458	28.7%	29.5%	0.98%	301,215,227	28.8%	29.5%	1.62%	293,880,379	29.4%	29.5%	-0.16%	3.66%	12.77%	11.23%	
Lehman Aggregate				1.08%				0.80%				0.32%				-0.14%	2.07%	10.39%	10.07%	
Index																				
Bank of ND	164,446,123	15.2%	16.6%	1.14%	162,870,152	15.4%	16.6%	0.89%	161,411,958	15.4%	16.6%	0.07%	160,764,147	16.1%	16.4%	-0.46%	1.62%	13.26%	10.87%	
Bank of ND CD'S	11,780,410	1.1%	1.1%	0.23%	11,747,824	1.1%	1.1%	0.26%	11,712,991	1.1%	1.1%	0.86%	12,617,743	1.3%	1.3%	0.88%	2.26%	3.54%	4.85%	
Total Index	176,226,533	16.3%	17.7%	1.07%	174,617,976	16.5%	17.7%	0.84%	173,124,949	16.5%	17.7%	0.12%	173,381,889	17.4%	17.7%	-0.37%	1.68%	12.66%	10.35%	
Lehman Gov/Credit				1.22%				0.91%				-0.03%				-0.50%	1.60%	13.14%	10.82%	
BBB Average Quality																				
Strong	127,234,996	11.8%	11.8%	1.17%	126,118,009	11.9%	11.8%	1.09%	124,683,310	11.9%	11.8%	1.46%	123,196,541	12.3%	11.8%	0.02%	3.79%	17.91%	N/A	
Lehman US Credit BAA				1.27%				1.13%				1.22%				0.27%	3.95%	18.33%	N/A	
TOTAL DOMESTIC FIXED INCOME	610,589,639	56.5%	59.0%	1.15%	604,901,443	57.1%	59.0%	0.97%	599,023,486	57.2%	59.0%	1.15%	590,458,808	59.1%	59.0%	-0.18%	3.11%	13.76%	11.00%	
Lehman Gov/Credit				1.22%				0.91%				-0.03%				-0.50%	1.60%	13.14%	10.82%	
CASH EQUIVALENTS																				
Bank of ND	41,337,928	3.8%	3.0%	0.09%	25,567,604	2.4%	3.0%	0.09%	28,729,009	2.7%	3.0%	0.29%	26,992,705	2.7%	3.0%	0.30%	0.77%	1.57%	3.26%	
90 Day T-Bill				0.07%				0.08%				0.26%				0.25%	0.66%	1.52%	3.33%	
TOTAL WORKFORCE SAFETY & INS	1,080,933,071	100.0%	100.0%	1.18%	1,059,846,800	100.0%	100.0%	1.54%	1,046,762,137	100.0%	100.0%	5.34%	998,720,135	100.0%	100.0%	1.81%	10.17%	8.96%	2.79%	
POLICY TARGET BENCHMARK				1.15%				1.37%				4.32%				1.46%	8.52%	8.88%	3.42%	

NOTE: Monthly returns and market values are preliminary and subject to change.